

1. What was announced?

- Vanguard Natural Resources, LLC (together with its wholly owned subsidiaries, collectively “Vanguard” or the “Company”) announced that the Company has voluntarily filed petitions for relief under chapter 11 of the U.S. Bankruptcy Code in the U.S. Bankruptcy Court for the Southern District of Texas, Houston Division (the “Court”). The chapter 11 filing will facilitate the restructuring of the Company’s balance sheet, as it continues to work through negotiations of a debt for equity exchange with its bondholders. The Company anticipates that it will be able to reduce its debt through the restructuring process. **This court-supervised process will enable Vanguard to restructure its balance sheet while continuing operations in the normal course.**

2. Why did Vanguard take this action?

- Our industry, and in particular the Upstream E&P space, continues to operate in a difficult commodity price environment. Over the past several months, we have responded proactively to the challenging market environment by reducing expenses, decreasing our debt and focusing on operating even more efficiently, while maintaining our highest safety standards. We have also been working with our key financial stakeholders on a comprehensive solution to deleverage our balance sheet and strengthen our financial position. The actions we announced today represent the next step in our efforts to strengthen the Company’s balance sheet and position it for long-term success. We believe that filing for chapter 11 is the best course of action for Vanguard and will provide us the time to negotiate a solution that maximizes value for all of our stakeholders. We are confident that we are taking the right steps to provide a solid foundation to thrive in today’s low-price environment and beyond.

3. How will the restructuring process affect day-to-day operations?

- This is a financial restructuring and our operations will continue in the normal course throughout this court-supervised process. We expect to meet our obligations to vendors on a go-forward basis and continue uninterrupted production, and we expect to pay vendor, royalty, and surety obligations on a go-forward basis according to the terms of our current contracts and consistent with applicable court orders.
- Our production is on track as we continue to focus our operations.
- The Company has enough working capital to operate throughout the restructuring. In addition to having approximately \$34 million of cash on January 31, 2017, the Company has secured \$50 million of additional financing from a new debtor in possession (“DIP”) financing agreement with our banks.

4. Do you have sufficient liquidity to meet your business obligations?

- The Company has enough working capital to operate throughout the restructuring. In addition to having approximately \$34 million of cash on January 31, 2017, the Company has secured \$50 million of additional financing from a new debtor in possession (“DIP”) financing agreement with our banks.

5. Will vendors be paid for goods or services provided after the February 1 filing date?

- Yes. We intend to pay vendors in full for all goods and services received on or after the filing date of February 1, 2017.
- Invoices for goods and services provided after the filing date should be submitted through the typical accounts payable channels and payments will be processed in accordance with contract terms, if applicable.
- We value the important relationships that we have developed with our vendors and we intend to work closely with our vendors throughout this process and in the future.

6. Will vendors be paid for goods or services provided before the February 1 filing date?

- Under U.S. bankruptcy law, unpaid debts for goods and services provided to Vanguard prior to the filing date of February 1, 2017, also known as "prepetition claims," generally cannot be paid without specific Bankruptcy Court approval.
- Any claims will be addressed as part of the court-process moving forward. If you believe you have a prepetition claim or an administrative claim for goods and services provided to Vanguard, you may need to file a proof of claim with the Bankruptcy Court to be eligible for payment on your claim. Information about the claims process will be made available at a later date.

7. Will Vanguard continue to order goods and services from its vendors? Why should I sell you goods and services now?

- Yes, Vanguard’s operations will continue in the normal course throughout this court-supervised process and your cooperation and continued supply of goods and services will allow us to maintain our production.
- We will continue to order and pay for post-petition goods and services to meet our ongoing business needs.
- We value the important relationship we have developed with our vendors and we will continue to work closely with our vendors throughout this financial restructuring process and into the future.

8. How do I file a proof of claim?

- We will be providing the appropriate forms once a deadline for filing claims has been set.

9. When is Vanguard expected to emerge from chapter 11?

- It is difficult to predict how long we will be under chapter 11 as it depends upon many factors. It is our expectation to emerge from this process as soon as we can and are committed to keeping you informed when we have more information. It is our intent to move through this court-supervised process with the support of our key financial stakeholders as quickly and efficiently as possible. We are confident that we are taking the right steps to provide a solid foundation for a successful future.

10. How can I get updates and additional information?

- We will continue to keep you informed of new information as we move through this financial restructuring process.
- A special section of our website, www.vnrlc.com/restructuring has been developed to provide additional information including free access to court documents and other information on the Bankruptcy Court process.
- We've also established a toll-free information hotline at 844-596-2260 (U.S.), or 929-333-8976 (international) to address specific questions and concerns.